

TEHAMA COUNTY ECONOMIC FORECAST

Tehama County is located in Northern California halfway between the Oregon border and Sacramento, bordering Glenn County to the south, and Shasta County to the north. Tehama County has a population of 61,380 people and 17,420 wage and salary jobs. The per capita income in Tehama County is \$22,110, and the average salary per worker is \$34,139. In 2006, the median household income in Tehama County is estimated at \$45,200.

In 2005, 91 total wage and salary jobs were created in Tehama County, representing an increase in employment of 0.5 percent. Non-farm employment created 129 jobs, a 0.8 percent increase. The unemployment rate held constant at 7.3 percent in 2005.

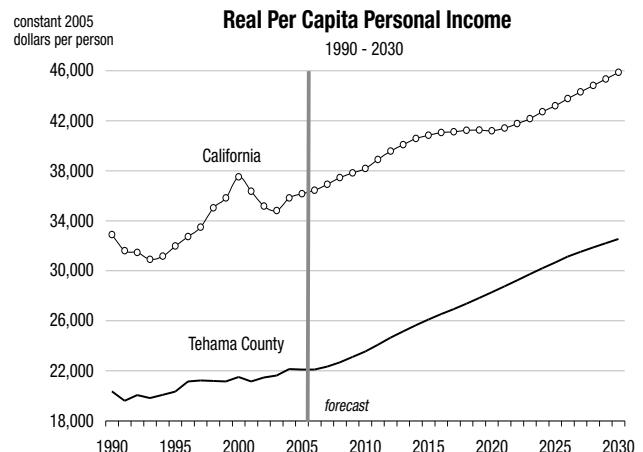
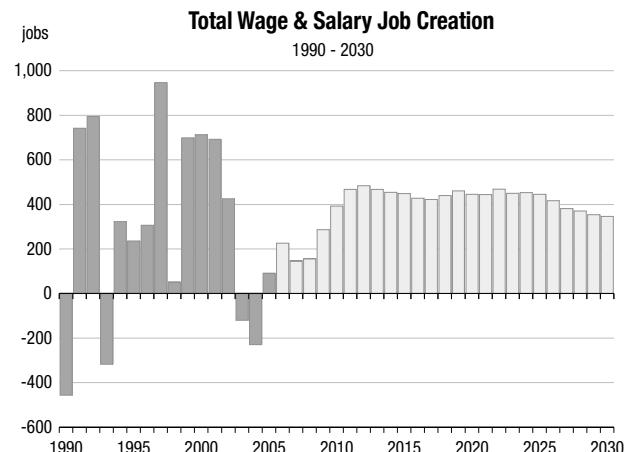
The principal sector that is producing jobs in Tehama County is retail trade. A total of 108 jobs were created in the sector in 2005, for a growth rate of 5.0 percent. The only other sector to create more than 15 jobs was professional services, which added 33 employees. Several sectors lost a significant number of jobs in 2005. The public sector lost the most jobs in 2005, shedding 78 employees, a decline of 1.8 percent.

The population grew at a 1.3 percent rate in Tehama County in 2005. The fastest growing city in the county was Corning which grew 1.5 between January 2005 and January 2006. Net migration was positive last year, with an estimated total of 1,000 migrants entering the county.

Employment growth is expected to increase over the next several years, driven primarily by non-farm job growth.

FORECAST HIGHLIGHTS

- Total wage and salary job growth is forecast to increase to 1.3 percent in 2006. From 2006 to 2010, total employment growth averages 1.4 percent per year. Over that same period, non-farm growth also averages 1.4 percent.
- Average salaries adjusted for inflation are currently below the California state average, and will remain so over the forecast period. Inflation-adjusted salaries are expected to rise an average of 1.0 percent per year over the next 5 years.
- Between 2006 and 2010, the momentum for employment growth is in government, transportation and utilities, professional services, and wholesale and retail trade. These sectors account for virtually all net job creation in the county over the next five years.
- Annual population growth in the 2006 to 2010 period averages 1.5 percent per year.

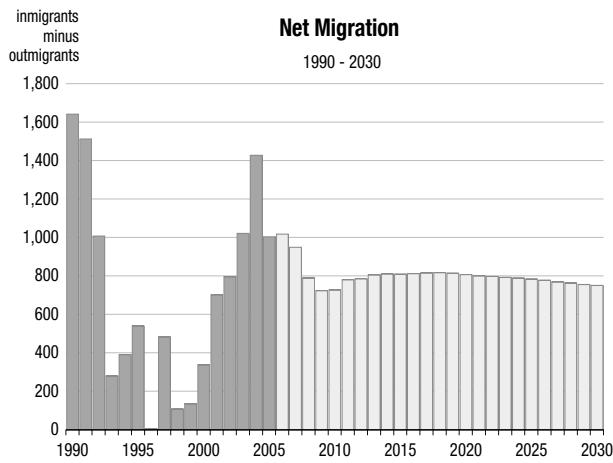
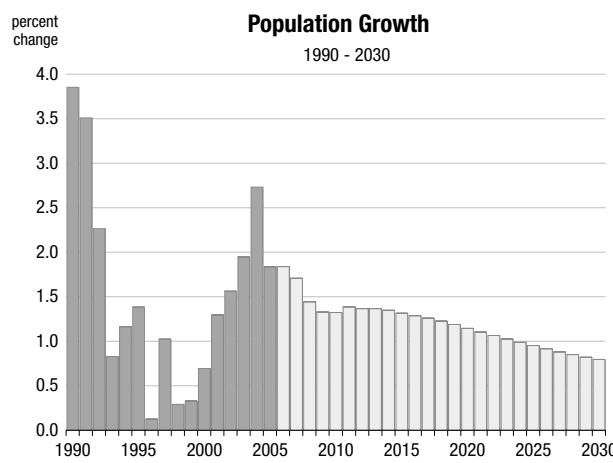


- Net migration is expected to be 1,000 people in 2006. Over the next five years net migration is expected to average 840 net migrants entering the county per year. Net migration is responsible for approximately 85 percent of population growth over the next five years.
- Real per capita income is forecast to remain constant in 2006. Over the next five years real per capita incomes are expected to increase an average of 1.3 percent per year.
- Total taxable sales, adjusted for inflation, are forecast to rise at a rate of 10.8 percent in 2006. Over the next five years real taxable sales are forecast to increase 7.6 percent per year.
- Industrial production is forecast to increase 4.1 percent in 2006. Over the next five years the growth rate of industrial production will average 3.1 percent per year. Total crop production, adjusted for inflation, is expected to increase an average of 4.0 percent per year between 2006 and 2010.

Tehama County Economic Forecast

1997-2005 History, 2006-2030 Forecast

	Population (people)	Net Migration (people)	Registered Vehicles (thousands)	Households (thousands)	New Homes Permitted (homes)	Total Taxable Sales (billions)	Personal Income (billions)	Real Per Capita Income (dollars)	Inflation Rate (% change in CPI)	Real Farm Crop Value (millions)	Real Industrial Production (billions)	Unemploy- ment Rate (percent)
1997	55,203	483	50.3	21.4	95	\$0.38	\$0.93	\$21,236	3.4	159.3	0.40	9.3
1998	55,364	107	53.1	21.6	154	\$0.40	\$0.96	\$21,185	3.2	110.2	0.40	8.8
1999	55,547	135	54.7	21.8	155	\$0.43	\$1.00	\$21,142	4.2	114.0	0.43	6.8
2000	55,933	338	56.4	21.0	221	\$0.47	\$1.07	\$21,509	4.5	124.6	0.50	6.4
2001	56,659	702	59.5	21.1	186	\$0.50	\$1.12	\$21,149	5.4	126.0	0.44	6.5
2002	57,545	796	61.2	21.4	298	\$0.51	\$1.18	\$21,475	1.6	132.8	0.49	7.2
2003	58,666	1,021	61.1	21.7	430	\$0.57	\$1.23	\$21,626	1.8	129.2	0.53	7.6
2004	60,270	1,428	65.6	22.0	640	\$0.60	\$1.31	\$22,140	1.2	141.2	0.55	7.3
2005	61,378	1,004	66.7	22.4	653	\$0.67	\$1.36	\$22,110	2.0	154.4	0.58	7.3
2006	62,508	1,017	67.5	23.1	587	\$0.74	\$1.44	\$22,108	3.9	160.6	0.60	6.8
2007	63,577	949	68.5	23.6	534	\$0.80	\$1.51	\$22,341	2.4	167.3	0.61	6.9
2008	64,496	790	69.7	24.1	496	\$0.85	\$1.59	\$22,681	2.0	174.3	0.62	7.3
2009	65,355	725	70.7	24.6	481	\$0.91	\$1.67	\$23,117	2.0	181.4	0.64	7.5
2010	66,221	728	71.9	25.1	479	\$0.96	\$1.77	\$23,546	2.5	188.4	0.67	7.2
2011	67,140	781	72.9	25.5	476	\$1.02	\$1.88	\$24,092	2.4	195.1	0.72	7.0
2012	68,058	786	73.7	26.0	476	\$1.08	\$1.99	\$24,654	2.2	201.4	0.78	7.2
2013	68,989	807	74.5	26.4	474	\$1.15	\$2.11	\$25,155	2.3	207.4	0.83	7.3
2014	69,920	811	75.3	26.9	473	\$1.22	\$2.23	\$25,654	2.3	213.0	0.89	7.3
2015	70,839	809	76.2	27.3	475	\$1.29	\$2.36	\$26,105	2.5	218.3	0.94	7.2
2016	71,753	813	77.0	27.8	474	\$1.37	\$2.49	\$26,533	2.7	223.4	1.00	7.3
2017	72,658	817	77.8	28.2	461	\$1.45	\$2.63	\$26,927	2.7	228.2	1.05	7.2
2018	73,551	817	78.5	28.6	442	\$1.53	\$2.78	\$27,371	2.5	232.6	1.11	7.2
2019	74,427	815	79.1	29.1	420	\$1.62	\$2.93	\$27,836	2.5	236.8	1.17	7.2
2020	75,280	807	79.6	29.5	403	\$1.70	\$3.09	\$28,287	2.5	240.6	1.23	7.1
2021	76,111	801	80.0	29.8	378	\$1.79	\$3.25	\$28,761	2.4	244.3	1.27	7.0
2022	76,923	797	80.3	30.2	359	\$1.89	\$3.43	\$29,245	2.5	247.4	1.31	7.0
2023	77,714	793	80.6	30.5	356	\$1.99	\$3.60	\$29,725	2.5	250.2	1.33	7.0
2024	78,484	788	80.9	30.9	353	\$2.09	\$3.78	\$30,210	2.3	252.6	1.33	7.0
2025	79,233	783	80.9	31.2	352	\$2.19	\$3.97	\$30,666	2.4	254.6	1.33	6.9
2026	79,961	777	81.1	31.5	363	\$2.30	\$4.17	\$31,137	2.4	256.7	1.34	6.7
2027	80,667	769	81.3	31.9	375	\$2.41	\$4.36	\$31,515	2.5	258.5	1.35	6.4
2028	81,354	763	81.7	32.2	378	\$2.53	\$4.56	\$31,871	2.7	260.1	1.38	6.0
2029	82,022	756	82.2	32.6	375	\$2.66	\$4.77	\$32,211	2.7	261.4	1.40	5.7
2030	82,675	750	82.8	32.9	369	\$2.78	\$4.99	\$32,548	2.6	262.6	1.43	5.3



Tehama County Employment Forecast

1997-2005 History, 2006-2030 Forecast

	Total Wage & Salary	Farm	Construction	Manufacturing	Transportation & Utilities	Wholesale & Retail Trade	Financial Activities	Professional Services	Information	Health & Education	Leisure	Government
	employment (thousands of jobs)											
1997	15.1	1.47	0.32	2.35	1.41	2.09	0.56	0.55	0.10	1.36	1.13	3.06
1998	15.1	1.21	0.32	2.41	1.42	2.20	0.58	0.70	0.11	1.32	1.11	3.13
1999	15.8	1.33	0.37	2.37	1.46	2.40	0.64	0.70	0.11	1.45	1.18	3.22
2000	16.6	1.48	0.50	2.38	1.63	2.35	0.63	0.73	0.10	1.57	1.04	3.56
2001	17.3	1.43	0.54	2.35	1.69	2.16	0.63	0.85	0.11	1.75	1.20	3.93
2002	17.7	1.30	0.58	2.33	1.73	2.21	0.66	0.75	0.10	1.94	1.24	4.27
2003	17.6	1.21	0.58	2.33	1.76	2.29	0.64	0.63	0.10	1.86	1.18	4.42
2004	17.3	1.29	0.65	2.27	1.64	2.36	0.46	0.68	0.12	1.80	1.19	4.30
2005	17.4	1.25	0.66	2.27	1.63	2.48	0.46	0.71	0.12	1.78	1.20	4.22
2006	17.6	1.29	0.66	2.29	1.66	2.54	0.47	0.75	0.12	1.78	1.20	4.26
2007	17.8	1.30	0.65	2.28	1.66	2.59	0.47	0.77	0.12	1.77	1.21	4.33
2008	18.0	1.31	0.62	2.28	1.67	2.63	0.47	0.80	0.13	1.77	1.21	4.44
2009	18.2	1.31	0.62	2.26	1.78	2.67	0.47	0.83	0.13	1.76	1.21	4.56
2010	18.6	1.31	0.63	2.25	1.97	2.71	0.47	0.87	0.13	1.75	1.21	4.69
2011	19.1	1.31	0.63	2.23	2.21	2.76	0.48	0.93	0.13	1.75	1.21	4.84
2012	19.6	1.32	0.64	2.22	2.44	2.80	0.48	0.99	0.12	1.78	1.21	4.97
2013	20.1	1.32	0.64	2.21	2.66	2.85	0.48	1.04	0.12	1.81	1.21	5.10
2014	20.5	1.32	0.64	2.20	2.87	2.89	0.48	1.08	0.12	1.84	1.21	5.23
2015	21.0	1.32	0.65	2.19	3.08	2.93	0.48	1.11	0.12	1.89	1.21	5.35
2016	21.4	1.32	0.66	2.18	3.29	2.98	0.49	1.14	0.12	1.93	1.21	5.47
2017	21.8	1.31	0.66	2.17	3.49	3.02	0.49	1.16	0.12	1.97	1.21	5.58
2018	22.2	1.31	0.67	2.16	3.72	3.06	0.49	1.18	0.12	2.03	1.21	5.69
2019	22.7	1.30	0.67	2.15	3.95	3.11	0.49	1.20	0.12	2.10	1.21	5.79
2020	23.2	1.30	0.67	2.14	4.19	3.15	0.50	1.22	0.12	2.16	1.21	5.89
2021	23.6	1.30	0.66	2.13	4.41	3.19	0.50	1.25	0.12	2.22	1.21	5.99
2022	24.1	1.30	0.66	2.12	4.65	3.24	0.50	1.27	0.12	2.30	1.21	6.09
2023	24.5	1.30	0.67	2.12	4.88	3.28	0.50	1.29	0.12	2.35	1.21	6.19
2024	25.0	1.31	0.67	2.12	5.11	3.32	0.51	1.31	0.12	2.41	1.21	6.28
2025	25.4	1.31	0.68	2.12	5.31	3.36	0.51	1.33	0.12	2.48	1.21	6.38
2026	25.8	1.31	0.68	2.13	5.49	3.41	0.52	1.36	0.12	2.55	1.21	6.47
2027	26.2	1.31	0.70	2.13	5.64	3.45	0.52	1.38	0.12	2.60	1.21	6.57
2028	26.6	1.31	0.71	2.14	5.79	3.49	0.53	1.40	0.12	2.64	1.21	6.66
2029	26.9	1.31	0.72	2.14	5.94	3.53	0.53	1.42	0.12	2.66	1.21	6.75
2030	27.3	1.31	0.73	2.15	6.09	3.57	0.54	1.44	0.12	2.68	1.21	6.85

